

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 1733 - SB 2681

February 16, 2018

SUMMARY OF BILL: Requires the Board of Directors of the Tennessee Education Lottery Corporation (TELC), in coordination with the Secretary of State (SOS), to establish a mechanism to authorize a lottery ticket winner of a drawing-style game, upon redemption of prize money of \$1,000,000 or more, to make a charitable contribution of 10 percent of the total prize money, after payment of taxes and fees, to a nonprofit organization. Requires such mechanism to be in place by January 1, 2019.

ESTIMATED FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation does not apply to instant or scratch-off games.
- One-time enhancements to the TELC's prize claim system will be performed by TELC's contracted gaming system vendor to establish the proposed mechanism that would allow drawing-style game winners of at least \$1,000,000 to contribute 10 percent of prize money to nonprofit organizations.
- However, such enhancements will be accommodated during regular maintenance and system upgrades and will not result in a significant increase in TELC expenditures.
- Any impact on net lottery proceeds is estimated to be not significant.
- Any increase in expenditures to the SOS will be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in blue ink that reads "Krista M. Lee".

Krista M. Lee, Executive Director

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